

DAIRY INDUSTRY PROMOTION BOARD
STATE OF LOUISIANA

BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED
JUNE 30, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

12/1/10

DAIRY INDUSTRY PROMOTION BOARD
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2010

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STATE OF LOUISIANA
Annual Financial Statements
Fiscal Year Ending June 30, 2010

DAIRY INDUSTRY PROMOTION BOARD
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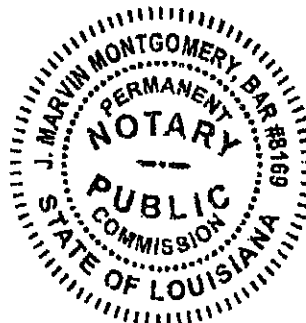
AFFIDAVIT

Personally came and appeared before the undersigned authority, Craig Gannuch, Assistant Commissioner of the Department of Agriculture & Forestry who duly sworn, deposes and says, that the financial statements herewith given present fairly the financial position of Dairy Industry Promotion Board at June 30, 2010, and the results of operations for the year then ended in accordance with policies and practices established by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 31st day of August, 2010.

Craig Gannuch
Signature of Agency Official

[Signature]
NOTARY PUBLIC

Prepared by: Corinne Brousseau, CPA
Title: Internal Auditor
Telephone No.: 225 952 8180
Date: 08/31/2010
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Accountants' Review Report

**Dairy Industry Promotion Board
State of Louisiana
Baton Rouge, Louisiana**

We have reviewed the accompanying Division of Administration, Office of Statewide Reporting and Accounting Policy's Annual Fiscal Report of the business-type activities of the Dairy Industry Promotion Board, a component unit of the State of Louisiana, as of and for the year ended June 30, 2010, which collectively comprise the Board's basic financial statements, as listed in the table of contents. These basic financial statements are the responsibility of the Dairy Industry Promotion Board's management.

Our review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Governmental Auditing Standards* issued by the Comptroller General of the United States of America. A review consists principally of inquiries of Board personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Management has elected to omit the management's discussion and analysis that is required by the Governmental Accounting Standards Board to be submitted as supplementary information.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, we have issued a report, dated November 4, 2010, on the results of our agreed upon procedures.

Griffin & Company, LLC

November 4, 2010

**INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES**

**To the Board Members
Dairy Industry Promotion Board
Baton Rouge, Louisiana**

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Dairy Industry Promotion Board (the "Board") and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Board's compliance with certain laws and regulations for the year ended June 30, 2010, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$30,000, or public works exceeding \$150,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

The Board did have any disbursements for public works exceeding \$150,000 or disbursements for materials and supplies exceeding \$30,000. Accordingly, no expenditures were required to be tested.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each Board Member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all Board Members and employees, as well as their immediate families.

Management and board members provided us with the required list.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management in procedure 3 appeared on the listing provided by management in procedure 2.

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments, if applicable.

Not applicable – the Board does not receive any state appropriated funds.

6. Trace the budget adoption and amendments to the minute book.

Not applicable – the Board does not receive any state appropriated funds.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues failed to meet budgeted revenues by 5% or more if actual expenditures exceeded budgeted amounts by 5% or more.

Not applicable – the Board does not receive any state appropriated funds.

Accounting and Reporting

8. Randomly select six disbursements made during the period under examination and:

(a) Trace payments to supporting documentation as to proper amount and payee;

All payments were traced to supporting documentation without exception

(b) Determine if payments were properly coded to the correct fund and general ledger amount;

All payments were properly coded to the correct fund and general ledger account without exception

(c) Determine whether payments received approval from proper authorities.

All payments received approval from proper authorities.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Management has asserted that such documents were properly posted on the door of the board's office. For selected meetings, we examined the notices that were posted that management retains in the meeting file.

Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

Bank deposits for the period under examination were reviewed noting no deposits that appear to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Bonuses

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

Payroll records and minutes for the period were reviewed noting no payments to employees that may constitute bonuses, advances, or gifts.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures other matters might have come to our attention that would have been reported to you

This report is intended solely for use of management of the Dairy Industry Promotion Board and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Griffin & Company, LLC

November 4, 2010

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)

10-25-10 (Date Transmitted)

Griffin & Company, LLC
1433 West Causeway Approach
Mandeville, Louisiana 70471

In connection with your review of our financial statements as of June 30, 2010 and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of September 3, 2010.

Public Bid Law

It is true that we have complied with the public bid law, R.S. Title 38:2211-2296, and, where applicable, the regulations of the Division of Administration and the State Purchasing Office.

Yes ☒ No ☐

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of R.S. 42:1101-1124.

Yes ☒ No ☐

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of R.S. 42:1119.

Yes ☒ No ☐

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (R.S. 39:1301-16), R.S. 39:33, or the budget requirements of R.S. 39:1331-1342, as applicable.

Yes ☒ No ☐

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by R.S. 44:1, 44:7, 44:31, and 44:36.

Yes ☒ No ☐

We have filed our annual financial statements in accordance with R.S. 24:514, and 33:463 where applicable.

Yes ☒ No ☐

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We have had our financial statements reviewed in accordance with R.S. 24:513.

Yes ☒ No ☐

Meetings

We have complied with the provisions of the Open Meetings Law, provided in R. S. 42:1 through 42:13.

Yes ☒ No ☐

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and R.S. 39:1410.60-1410.65.

Yes ☒ No ☐

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, R.S. 14:138, and AG opinion 79-729.

Yes ☒ No ☐

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance that may occur subsequent to the issuance of your report.

Larry P. Cowley Chairman 10-25-10 Date

Michelle Estay Director 10-11-10 Date

**STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
BALANCE SHEET
AS OF June 30, 2010
(SEE ACCOUNTANTS' REPORT)**

Statement A

ASSETS:

Cash and cash equivalents	\$ 194,225
Receivables (net of allowance for doubtful accounts)(Note U)	18,374
Due from other funds (Note Y)	
Due from federal government	
Notes receivable	
Other current assets	
Total current assets	212,599

NONCURRENT ASSETS:

Restricted assets (Note F):	
Cash	
Receivables	
Notes receivable	
Capital assets (net of depreciation)(Note D)	
Other noncurrent assets	
Total noncurrent assets	-
Total assets	\$ 212,599

LIABILITIES

CURRENT LIABILITIES:

Accounts payable and accruals (Note V)	\$ 19,721
Due to other funds (Note Y)	551
Due to federal government	
Other current liabilities	
Current portion of long-term liabilities: (Note K)	
Other long-term liabilities	
Total current liabilities	20,272

NONCURRENT LIABILITIES: (Note K)

Other long-term liabilities	
Total noncurrent liabilities	-
Total liabilities	20,272

NET ASSETS

Invested in capital assets, net of related debt	
Restricted for:	
Other specific purposes	
Unrestricted	192,327
Total net assets	192,327
Total liabilities and net assets	\$ 212,599

The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010
(SEE ACCOUNTANTS' REPORT)

Statement B

OPERATING REVENUES

Sales of commodities and services	\$ 239,840
Assessments	
Use of money and property	
Licenses, permits, and fees	
Other	
Total operating revenues	<u>239,840</u>

OPERATING EXPENSES

Cost of sales and services	267,875
Administrative	22,317
Total operating expenses	<u>290,192</u>

Operating income(loss)	<u>(50,352)</u>
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NON-OPERATING REVENUES(EXPENSES)

State appropriations	
Intergovernmental revenues(expenses)	
Taxes	
Use of money and property	1,147
Gain on disposal of fixed assets	
Loss on disposal of fixed assets	
Federal grants	
Interest expense	
Other revenue	12,584
Other expense	
Total non-operating revenues(expenses)	<u>13,731</u>

Income(loss) before contributions, extraordinary items, & transfers	<u>(36,621)</u>
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Capital contributions

Extraordinary item - Loss on impairment of capital assets	
Transfers in	
Transfers out	

Change in net assets	<u>(36,621)</u>
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Total net assets – beginning	<u>228,948</u>
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Total net assets – ending	<u>\$ 192,327</u>
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The accompanying notes are an integral part of this financial statement.

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010
(SEE ACCOUNTANTS' REPORT)

Statement C

		Program Revenues		
		Operating	Capital	
	Expenses	Charges for	Grants and	Net (Expense)
		Services	Grants and	Revenue and
		Contributions	Contributions	Changes in
				Net Assets
DIPB	\$ 290,192	\$ 239,840	\$	\$ (50,352)
General revenues:				
Taxes				
State appropriations				
Grants and contributions not restricted to specific programs				
Interest				1,147
Miscellaneous				12,584
Special items				
Extraordinary item - Loss on impairment of capital assets				
Transfers				
Total general revenues, special items, and transfers				13,731
Change in net assets				(36,621)
Net assets - beginning as restated				228,948
Net assets - ending				\$ 192,327

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010
(SEE ACCOUNTANTS' REPORT)**

**Statement D
(continued)**

Cash flows from operating activities

Cash received from customers	\$ 242,262	
Cash payments to suppliers for goods and services	(294,881)	
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		(52,619)

Cash flows from non-capital financing activities

State appropriations		
Federal receipts		
Federal disbursements		
Operating grants received		
Transfers in		
Transfers out		
Other	12,584	
Net cash provided(used) by non-capital financing activities		12,584

Cash flows from capital and related financing activities

Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		-

Cash flows from investing activities

Interest and dividends earned on investment securities	1,147	
Net cash provided(used) by investing activities		1,147

Net increase(decrease) in cash and cash equivalents (38,888)

Cash and cash equivalents at beginning of year 233,113

Cash and cash equivalents at end of year \$ 194,225

The accompanying notes are an integral part of this statement.

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010
(SEE ACCOUNTANTS' REPORT)

Statement D
(concluded)

Operating income(loss)		\$ (50,352)
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:		
Depreciation/amortization		
Provision for uncollectible accounts		
Other		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	2,422	
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals	(4,689)	
Increase(decrease) in compensated absences payable		
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in OPEB payable		
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities		\$ (52,619)

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease(s)	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		
Total noncash investing, capital, and financing activities	\$	NONE

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

INTRODUCTION

The Dairy Industry Promotion Board was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 3:557.1-12. The following is a brief description of the operations of board and includes the parish/parishes in which the board is located:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements present information only as to the transactions of the programs as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the board are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	<u>SELF-GENERATED</u>
Original approved budget	\$ <u>280,000</u>
Amendments:	<u> </u>
Final approved budget	\$ <u><u>280,000</u></u>

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (If all agency cash and investments are deposited in the State Treasury, disregard Note C.)

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the board may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the board may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2010, consisted of the following:

	<u>Cash</u>	<u>Nonnegotiable Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Balance per agency books (Balance Sheet)	\$ 5,462	\$	\$ 188,763	\$ 194,225
Deposits in bank accounts per bank	\$ 43,069	\$	\$ 188,763	\$ 231,832
Bank balances of deposits exposed to custodial credit risk:				
a. Deposits not insured and uncollateralized	\$	\$	\$	\$ -
b. Deposits not insured and collateralized with securities held by the pledging institution.	\$	\$	\$	\$ -
c. Deposits not insured and collateralized with securities held by the pledging institution's trust department or agency <u>but not in the entity's name.</u>	\$	\$	\$	\$ -

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Balance per agency books" due to outstanding items.

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. Capital One Bank	Savings	\$ 188,763
2. Chase	Checking	43,069
Total		\$ 231,832

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to

**STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$	<u>NONE</u>
Petty cash	\$	<u>NONE</u>

2. INVESTMENTS – The board has no investments.
3. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES – The board has no risk disclosures.
4. DERIVATIVES – The board has no derivatives.

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

The board has no capital assets.

E. INVENTORIES

The board has no inventory.

F. RESTRICTED ASSETS

The board has no restricted assets.

G. LEAVE

The board has no employees.

H. RETIREMENT SYSTEM

The board has no employees.

I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The board has no employees.

**STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010**

J. LEASES

The board has no leases.

K. LONG-TERM LIABILITIES

The board has no long-term liabilities.

L. CONTINGENT LIABILITIES

The board has no contingent liabilities.

M. RELATED PARTY TRANSACTIONS

The board has no related party transactions.

N. ACCOUNTING CHANGES

The board has made no accounting changes during the fiscal year.

O. IN-KIND CONTRIBUTIONS

The board has no in-kind contributions.

P. DEFEASED ISSUES

The board has no defeased issues.

Q. REVENUES – PLEDGED OR SOLD (GASB 48)

The board has no revenues, pledged or sold.

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

The board has no government-mandated non-exchange transactions (grants).

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

The board has no violations of finance-related legal or contractual provisions.

T. SHORT-TERM DEBT

The board has no short-term debt.

U. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 2010, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
Gross receivables	\$ 18,374.00	\$ -	\$ -	\$ -	\$ 18,374.00
Less allowance for uncollectible accounts	-	-	-	-	-
Receivables, net	\$ -	\$ -	\$ -	\$ -	\$ -
Amounts not scheduled for collection during the subsequent year	\$ NONE	\$ NONE	\$ NONE	\$ NONE	\$ NONE

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2010, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Promotion	\$ 19,721	\$ NONE	\$ NONE	\$ NONE	\$ 19,721

W. SUBSEQUENT EVENTS

The board has no subsequent events.

X. SEGMENT INFORMATION

The board has no segments.

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Notes to the Financial Statement
As of and for the year ended June 30, 2010

Y. DUE TO/DUE FROM AND TRANSFERS

The board has no due to/from or transfers.

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

The board has no restricted assets.

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

The following adjustments were made to restate beginning net assets for June 30, 2010.

Ending Net Assets June 30, 2009 as reported to OSRAP on PY AFR	*Adjustments to end net assets 06/30/09 (after AFR was submitted to OSRAP) + or (-)	Restatements (Adjustments to beg. balance 07/01/09) + or (-)	Beginning net assets at 07/01/09 as restated
\$ 228,948	\$	\$	\$ 228,948

Each adjustment must be explained in detail on a separate sheet.

*Include all audit adjustments accepted by the agency or entity.

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46)

The board has no net assets restricted by enabling legislation.

CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES

The board has no impairment of capital assets or insurance recoveries.

DD. EMPLOYEE TERMINATION BENEFITS

The board has no employees.

EE. POLLUTION REMEDIATION OBLIGATIONS (BTA)

The board has no pollution remediation obligations.

**STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
June 30, 2010**

NOT APPLICABLE

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the state, please complete the schedule below. If the change is greater than \$1 million, explain the reason for the change.

	<u>2010</u>	<u>2009</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>253,570</u>	\$ <u>302,256</u>	\$ <u>(48,686)</u>	\$ <u>-16.11%</u>
Expenses	<u>290,192</u>	<u>311,854</u>	<u>(21,662)</u>	<u>-6.95%</u>
2) Capital assets	<u>NONE</u>	<u>NONE</u>	<u>-</u>	<u>-</u>
Long-term debt	<u>NONE</u>	<u>NONE</u>	<u>-</u>	<u>-</u>
Net Assets	<u>192,326</u>	<u>228,948</u>	<u>(36,622)</u>	<u>-16.00%</u>

Explanation for change: NOT APPLICABLE

STATE OF LOUISIANA
DAIRY INDUSTRY PROMOTION BOARD
Schedule of Findings and Management Corrective Action Plan
For the Year Ended June 30, 2010

There were no findings for the years ended June 30, 2010 and 2009, respectively.

SCHEDULE 17